

CLASSIFIED MESSAGE

Approved For Release 2000/08/28 : CIA-RDP67B00820R000400020016-3

DATE 2055Z 9 JAN-63

SECRET

ROUTING

1	2	3	4	5	6

TO : DIRECTOR 25X1A

FROM :

ACTION: OSA (1,2,3,4,5,6,7,8,9,10)

INFO : S/C (11)

ROUTINE

ILLEGIB TOR 2136Z 9 JAN 63

IN 61874

25X1A

CART

25X1A

INFO

25X1A

CITE

1231

RDXCART

REF: 1441

1. FOR

25X1A

ILLEGIB

2. THE EFFECT OF THE DECISION TO REMOVE TYPES ID, E, AND F FROM CONTRACT PR-8200 ON OUR 30 NOV, 1962 COST SUBMISSION CAN BE SUMMARIZED AS FOLLOWS:

A) ESTIMATED COSTS - ATTACHMENT B - REVISE TO READ AS FOLLOWS:

ITEM NO COST TO 11/2 COST TO COMPLETE COST AT COMPLETION

- 1
- 2
- 3
- 4
- 5
- 6
- 8
- 9
- 10



Amendment #8

SECRET

GROUP 1
Excluded from automatic
downgrading and
declassification

REPRODUCTION OF THIS MESSAGE BY ANY OTHER OFFICE IS PROHIBITED.

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25X1A

S E C R E T

1231 (IN 61874)

25X1A

PAGE TWO

11

12

13

14

TOTALS

25X1A

B) ATTACHMENT A - ESTIMATED COST TO COMPLETE WILL NOW SHOW

25X1A

AS PRIME COST - ALSO RCVD

25X1A

AS G&A AND AS TOTAL ESTIMATED TO COMPLETE.

THIS MAKES A TOTAL ESTIMATED COST AT COMPLETION OF

25X1A

25X1A

25X1A

C) FEE - OUR 30 NOV SUBMISSION REQUESTED FEE OF

BASED ON EFFECT OF INSTRUCTIONS IN TWX 2000 DATED 11 JUNE,

25X1A

1962. THIS REQUEST CAN BE BROKEN DOWN AS FOLLOWS:

25X1A

TOTAL FEE REQUESTED

LESS FEE ON TYPE IB

FEE ON TYPES IC THRU IF AND ON SEPARATE SPARES

AND MANUAL REVISIONS

LESS FEE ON SEPARATE SPARES AND MANUAL REVISIONS

FEE REQUESTED ON TYPES IC THRU IF

DIVIDED BY 4

25X1A

FEE REQUESTED FOR EACH SYSTEM - IC THRU IF

25X1A

TOTAL FEE REQUESTED DUE TO TWX 2000 MODIFIED TO REMOVE SYSTEMS

ID, E AND F

25X1A

S E C R E T

25X1A

S E C R E T

1231 (IN 61874)

25X1A

PAGE THREE

25X1A

25X1A

DECREASE IN FEE FOR ID, E, AND F BASED ON ORIGINAL
PROPOSAL (DOCUMENT 111)

FEE EARNED ON ID, E AND F

BASED ON COST INCURRED VS ESTIMATED COST AT 25X1A

25X1A

COMPLETION DIVIDED BY EQUALS

25X1A

PERCENT OF

25X1A 25X1A

NET FEE REDUCTION

FEE THRU AMMENDMENT NO 4

PLUS FEE PER JH-M-432

PLUS FEE ON TARGET COVERS

NET FEE REQUEST WITH TYPE ID THRU IF
REMOVED

25X1A

3. WE REALIZE THAT THE DECISION TO CHANGE THE DIRECTION AS NOTED
IN THE SECOND PARAGRAPH OF OUR 30 NOVEMBER LETTER WAS MADE BASED
ON YOUR ASSESSMENT OF OUR PROGRESS AT THAT TIME AND WE ARE THERE-
FORE WILLING TO ACCEPT A FEE SOMEWHAT LOWER THAN THE
ABOVE. WE SUGGEST THAT A FAIR AND REASONABLE FEE BE SET ON THAT
BASIS AND SUGGEST AS THE FIXED FEE. 25X1A

4. THE EFFECT OF THE REMOVAL OF TYPES ID, E, AND F IS REFLECTED
IN THE FOLLOWING REVISIONS TO THE STATEMENT OF WORK DRAFT OF
13 SEPTEMBER, 1962:

A) DELETE PARAGRAPH 6

S E C R E T

25X1A

S E C R E T

1231 (IN 61874)

PAGE FOUR

B) DELETE PARAGRAPH 7.3

C) REMOVE REF TO PARAGRAPH 7.3 IN PARAGRAPH 7.4

D) DELETE PARAGRAPH 13.5

ILLEGIB IN ADDITION THE FOLLOWING SHOULD BE ADDED AS PARAGRAPH 10.6

ILLEGIB ONE SET OF BLUEPRINTS OF THE DRAWINGS USED BY THE CONTRACTOR
ILLEGIB IN THE MANUFACTURE OF THE SYSTEMS WILL BE FURNISHED ON REQUEST AT
ANY TIME AFTER DELIVERY OF THE LAST SYSTEM.

ILLEGIB ADD ITEM 15 TO CALL FOR TARGET COVERS

RENUMBER ITEMS 7 THRU 15 BASED ON REMOVAL OF ITEM 6

END OF MESSAGE

S E C R E T